

Change Record Detail With Description
Department of Administration

Scenario: FY2009 Supplementals - Gov (7274)
Component: Office of the Commissioner (45)
RDU: Centralized Administrative Services (13)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
FY2009 Supplementals - Gov												
FY2009 Savings Target Reduction												
1004 Gen Fund	Unalloc	-1,100.0	0.0	0.0	0.0	0.0	0.0	0.0	-1,100.0	0	0	0
As part of a continuing effort to control costs, the Governor assigned a statewide savings target of \$20 million to state agencies when she signed the FY2009 operating budget into law. Departments have implemented savings plans and this unallocated reduction will allow the commissioner to apply the reduction to the specific component in which the savings will be achieved.												
Component Totals		-1,100.0	0.0	0.0	0.0	0.0	0.0	0.0	-1,100.0	0	0	0

Change Record Detail With Description
Department of Administration

Scenario: FY2009 Supplementals - Gov (7274)
Component: Personnel (56)
RDU: Centralized Administrative Services (13)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Personnel Board Costs												
1004 Gen Fund	Suppl	725.0	0.0	0.0	725.0	0.0	0.0	0.0	0.0	0	0	0
Additional funding is needed to pay Personnel Board costs related to contracts for independent council not included in the FY2009 budget.												
Component Totals		725.0	0.0	0.0	725.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail With Description

Department of Administration

Scenario: FY2009 Supplementals - Gov (7274)
Component: Retirement and Benefits (64)
RDU: Centralized Administrative Services (13)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		NP
										PFT	PPT	
Fiscal Note adjustment Ch. 9, FSSLA2005 (SB141) An Act creating TRS and PERS Defined Contribution plans												
	Suppl	46.5	0.0	0.0	46.5	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		-107.6										
1029 P/E Retire		120.0										
1034 Teach Ret		34.1										
Per the Fiscal Note to Ch. 9, FSSLA2005 (SB141), the Public Employees' Retirement System (PERS)/Teachers' Retirement System (TRS) Defined Contributions (DC) plans should have had a general fund decrease of \$107.6 for FY2009, as part of the annual 25% shifting of authorization from GF to the PERS/TRS DC fund accounts that started in FY2008. This was inadvertently overlooked in the FY2009 Governor's budget. This transaction makes the correction.												
Actuarial analysis on retirement systems for potential legislation												
	Suppl	50.0	0.0	0.0	50.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		50.0										
Funding is needed to conduct an analysis of how pending legislation might affect retirement systems of the State. Per AS 24.08.036, a cost analysis must be done for legislation that may affect retirement systems of the State before that legislation is reported to the Rules Committee. General Funds are requested so that no current pension trust funds are impacted.												
Component Totals		96.5	0.0	0.0	96.5	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail With Description

Department of Administration

Scenario: FY2009 Supplementals - Gov (7274)
Component: Group Health Insurance (2152)
RDU: Centralized Administrative Services (13)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	PFT	Positions PPT	NP
Group Health Service Increase												
	Suppl	250.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0	0	0
1017 Ben Sys		250.0										
The Division of Retirement and Benefits experienced three large unforeseen cost increases not apparent until well past the FY2009 budget process:												
1.) Audit performance and network discounts charged for the Third Party Administrator (TPA) contract: Late in the last fiscal year, it became apparent the Division should order an audit of the performance and network discounts charged to the Division under the current TPA contract. The State has paid millions of dollars to the current contractor based on a "share the savings" provision of the contract. Savings were billed at nearly \$80 million. Buck Consultants agreed to conduct a preliminary audit under their current benefits consulting contract. The results confirm the general accuracy of the savings and several other performance measures, but have also highlighted several areas of concern that need additional effort to confirm performance or provide data needed to recover group health funds over-paid.												
2.) Update benefit consulting contract booklets: The plan booklets re-write project was also assigned to Buck Consultants under the current benefits consulting contract. This project has proved far more time consuming for both the contractor and Division staff than anticipated. Contributing factors include the need to change the booklet format from half-sheet to full, as well as the decision to modernize the language in concert with the benefits consultant instead of merely re-printing the booklets. The outdated language in the current books contributes to the vast majority of the misunderstandings about plan coverage and administration on the part of the customers and TPA alike. A significant amount of work remains to meet the intended goal of June 2009, coinciding with the July, 1, 2009 start of a new TPA contract. These booklets will be used by all plan beneficiaries and medical providers to determine benefits and administer the plan for the foreseeable future.												
3.) Valuate Long-Term Care Plan costs: It was recently discovered that the Long Term Care Plan has not been actuarially valued in more than 6 years. This must be accomplished within the next several months.												
Component Totals		250.0	0.0	0.0	250.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail With Description
Department of Administration

Scenario: FY2009 Supplementals - Gov (7274)
Component: Elected Public Officers Retirement System Benefits (964)
RDU: Special Systems (299)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Benefit and Health Increases												
1004 Gen Fund	Suppl	85.0	85.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
There are 30 members in the Elected Public Officers Retirement System (EPORS). A supplemental is needed to cover retirement cost and health cost increases.												
Component Totals		85.0	85.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail With Description
Department of Administration

Scenario: FY2009 Supplementals - Gov (7274)
Component: Alaska Oil and Gas Conservation Commission (2010)
RDU: Alaska Oil and Gas Conservation Commission (21)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Extend lapse date of AOGCC appropriation for reservoir depletion studies, sec. 61(d), ch. 30, SLA 2007 to June 30, 2010												
	Suppl	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Extend lapse date of AOGCC appropriation for reservoir depletion studies, sec. 61(d), ch. 30, SLA 2007, as amended by sec. 34(a), ch. 29, SLA 2008, from June 30, 2009 to June 30, 2010. These ongoing studies are critical to preserving and accurate valuation of natural gas reserves on the North Slope. The amount estimated to be available for carry forward is \$1.4 million.												
Component Totals		0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail With Description
Department of Administration

Scenario: FY2009 Supplementals - Gov (7274)
Component: Office of Public Advocacy (43)
RDU: Legal and Advocacy Services (11)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
Court Appointed Special Advocate (CASA) grants												
1002 Fed Rcpts	Suppl	33.0	0.0	0.0	0.0	0.0	0.0	33.0	0.0	0	0	0
Supplemental authorization is needed to accept and spend two federal grants. The two grants are Court Appointed Special Advocate (CASA) program funds from the National CASA Program. One is for \$31,000 and the other is for \$1,949 for a total of \$32,949. Both were awarded to the Office of Public Advocacy after the end of the last legislative session.												
Component Totals		33.0	0.0	0.0	0.0	0.0	0.0	33.0	0.0	0	0	0

Change Record Detail With Description

Department of Administration

Scenario: FY2009 Supplementals - Gov (7274)
Component: Public Defender Agency (1631)
RDU: Legal and Advocacy Services (11)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	PFT	Positions PPT	NP
Increased operational costs												
	Suppl	1,000.0	1,000.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
1004 Gen Fund		1,000.0										
Supplemental funding is needed to cover increased operational costs.												
For the 1st half of FY2009, the Public Defender Agency has experienced caseload growth in the following key areas:												
The Anchorage Criminal Section has experienced an 11% increase for all cases, a 30% increase in felony petitions to revoke probation, a 14% increase in misdemeanor cases, and a 70% increase in misdemeanor petitions to revoke probation. Of particular importance is the low closing rates in these cases. The closing rate for Anchorage Criminal is 73% for all cases, 81% for felony cases, 69% for felony petitions to revoke probation, 72% for misdemeanor cases, and 41% for misdemeanor petitions to revoke probation. Fairbanks has experienced a 5% increase in felony cases and a 14% increase in juvenile delinquency cases. The Civil Section within the Public Defender Agency has experienced a 7% increase in all cases, a 15% increase in juvenile delinquency cases, and a 9% increase in civil commitment cases. The Palmer office has seen a 35% increase in Child in Need of Aid (CINA) cases.												
There are some decreases in the criminal and civil caseload across the state, but they are insufficient in size and duration to offset the increases or establish a decreasing caseload trend. Court System Data for the 1st quarter of FY2009 shows caseloads within quarterly fluctuations of FY2008. Multi-year trends show significant increases over the past five years and predict caseload increases for FY2009. Statewide closing rates, however, are below 100% for the most complex caseloads, which indicates an increase in workload due to the increasing complexity of casework and trial preparation.												
Without supplemental funding, the division could face a variety of consequences. The Agency could close the office and place all staff and attorneys on leave without pay for three to four weeks. The Agency would be unable to meet its core services of advising clients, reviewing cases, and representing clients in court due to expected immediate attorney turnover. Failure to meet these obligations could result in monetary sanctions from the Court System as well as an increase in post-conviction litigation. Also, there would likely be liability for failure to pay attorneys who would be ethically required to appear in court even though they are not paid.												
A supplemental appropriation will provide the Agency the means to provide core services and meet its constitutional mandate to provide adequate representation to all clients. The cost of responding to insufficient funding for FY2009 is expected to exceed the amount of the requested supplement.												
Component Totals		1,000.0	1,000.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0

Change Record Detail With Description
Department of Administration

Scenario: FY2009 Supplementals - Gov (7274)
Component: Motor Vehicles (2348)
RDU: Division of Motor Vehicles (265)

Scenario/Change Record Title	Trans Type	Totals	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants, Benefits	Miscellaneous	Positions		
										PFT	PPT	NP
License plates, driver manuals, and license tabs												
1156 Rcpt Svcs	Suppl	562.8	0.0	0.0	562.8	0.0	0.0	0.0	0.0	0	0	0
Additional funding is needed to provide for the purchase of license plates, driver manuals, and license tabs. The plates, manuals and tabs were previously funded in the capital budget. When the budget was established in the operating budget, the division underestimated the annualized costs and the amount added was insufficient to cover the costs now being incurred. In addition, some materials costs have increased. It is critical that Division of Motor Vehicles not run out of these materials and have to stop issuing licenses and plates. The funding requested here is necessary to purchase sufficient stock and inventory for the remainder of FY2009.												
Component Totals		562.8	0.0	0.0	562.8	0.0	0.0	0.0	0.0	0	0	0